


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

	
<p>W-01809A Lakewood Water Company P. O. Box 733 Amado AZ 85645</p>	<p>ARIZONA CORPORATION COMMISSION</p> <p>RECEIVED</p> <p>APR 15 2003</p> <hr/> <p>Director of Utilities</p>

ANNUAL REPORT

*Entered
4/30/03
C.M.*

FOR YEAR ENDING

12	31	2002
-----------	-----------	-------------

FOR COMMISSION USE

<i>ANN 04</i>	<i>02</i>
---------------	-----------

OK

COMPANY INFORMATION

Company Name (Business Name) <u>LAKEWOOD WATER CO</u>			
Mailing Address <u>PO BOX 733-20740 S. NOGALES Hwy #7</u>			
<u>AMADO</u> (City)	<u>AZ</u> (State)	<u>85645</u> (Zip)	
<u>520-396-9615</u> Telephone No. (Include Area Code)	<u>SAME</u> Fax No. (Include Area Code)	<u>—</u> Pager/Cell No. (Include Area Code)	
Email Address <u>—</u>			
Local Office Mailing Address <u>PO BOX 733-20740 NOGALES Hwy #7</u>			
<u>AMADO</u> (City)	<u>AZ</u> (State)	<u>85645</u> (Zip)	
<u>520-396-9615</u> Local Office Telephone No. (Include Area Code)	<u>SAME</u> Fax No. (Include Area Code)	<u>—</u> Pager/Cell No. (Include Area Code)	
Email Address <u>—</u>			

MANAGEMENT INFORMATION

Management Contact: _____			
_____ (Name)		_____ (Title)	
_____ (Street)	_____ (City)	_____ (State)	_____ (Zip)
_____ Telephone No. (Include Area Code)	_____ Fax No. (Include Area Code)	_____ Pager/Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: <u>MICHAEL J. TWIST</u>			
<u>20740 S. NOGALES Hwy #7</u> (Street) (City)		<u>AMADO</u> (State)	<u>AZ</u> (Zip)
<u>520-396-9615</u> Telephone No. (Include Area Code)	<u>SAME</u> Fax No. (Include Area Code)	<u>NA</u> Pager/Cell No. (Include Area Code)	
Email Address <u>NA</u>			

Statutory Agent: CHRISTOPHER W. HILL
(Name)

2631 W. Lambert Ln Tucson AZ 85742
(Street) (City) (State) (Zip)

520-247-2185 Same 520-904-0741
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: JILL CASSON Owen - Snell + Wilmer LLP
(Name)

1500 Northwest Tower - One S. Church St. Tucson AZ 85701-1630
(Street) (City) (State) (Zip)

520-860-1200 520-860-1244 NA
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input checked="" type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

LAKELAND WATER CO

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	7,704	6,788	917
302	Franchises	94	9	85
303	Land and Land Rights	37,221	—	37,221
304	Structures and Improvements	21,230	4,176	17,052
307	Wells and Springs	17,076	17,076	— 0 —
311	Pumping Equipment	57,675	37,827	19,848
320	Water Treatment Equipment	—	—	—
330	Distribution Reservoirs and Standpipes	25,385	17,033	8,352
331	Transmission and Distribution Mains	84,922	59,016	25,906
333	Services	8,701	7,144	1,505
334	Meters and Meter Installations	26,974	20,281	6,693
335	Hydrants	—	—	—
336	Backflow Prevention Devices	—	—	—
339	Other Plant and Misc. Equipment	—	—	—
340	Office Furniture and Equipment	7,380	3,927	3,453
341	Transportation Equipment	1,800	257	1,543
343	Tools, Shop and Garage Equipment	2,548	1,407	1,141
344	Laboratory Equipment	—	—	—
345	Power Operated Equipment	606	480	126
346	Communication Equipment	—	—	—
347	Miscellaneous Equipment	—	—	—
348	Other Tangible Plant	—	—	—
	TOTALS	249,318	176,355	122,963

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Caledonia Water Co

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	7,704	.05	385
302	Franchises	94	.05	5
303	Land and Land Rights	37,221	.05	- 0 -
304	Structures and Improvements	21,230	.05	1,062
307	Wells and Springs	17,078	.05	854
311	Pumping Equipment	57,675	.05	2,884
320	Water Treatment Equipment	—	—	—
330	Distribution Reservoirs and Standpipes	25,385	.05	1,269
331	Transmission and Distribution Mains	84,922	.05	4,246
333	Services	8,701	.05	435
334	Meters and Meter Installations	26,974	.05	1,349
335	Hydrants	—	—	—
336	Backflow Prevention Devices	—	—	—
339	Other Plant and Misc. Equipment	—	—	—
340	Office Furniture and Equipment	7,380	.05	369
341	Transportation Equipment	1,800	.05	90
343	Tools, Shop and Garage Equipment	2,546	.05	127
344	Laboratory Equipment	—	—	—
345	Power Operated Equipment	600	.05	30
346	Communication Equipment	—	—	—
347	Miscellaneous Equipment	—	—	—
348	Other Tangible Plant	—	—	—
	TOTALS	299,316		13,105

This amount goes on Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME

Lakewood Water Co

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 1997.27	\$ 437.36
134	Working Funds	—	—
135	Temporary Cash Investments	—	—
141	Customer Accounts Receivable	8,008.22	7,905.07
146	Notes/Receivables from Associated Companies	—	—
151	Plant Material and Supplies	450.00	450.00
162	Prepayments	—	—
174	Miscellaneous Current and Accrued Assets	5,000	5,000
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 15,455.49	\$ 13,692.45
	FIXED ASSETS		
101	Utility Plant in Service	\$ 292,371.07	\$ 299,633.85
103	Property Held for Future Use	—	—
105	Construction Work in Progress	—	—
108	Accumulated Depreciation – Utility Plant	<164,251.24>	<176,355.30>
121	Non-Utility Property	<6,676.09>	<6,676.09>
122	Accumulated Depreciation – Non Utility	—	—
	TOTAL FIXED ASSETS	\$ 121,442.94	\$ 116,656.15
	TOTAL ASSETS	\$ 136,898.43	\$ 130,348.60

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

LAKewood WATER Co

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	4,545.00	4,705.00
236	Accrued Taxes	4,730.00	5,115.01
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	10,309.00	11,309.00
	TOTAL CURRENT LIABILITIES	\$ 19,714.00	\$ 21,029.01
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 24,727.16	\$ 26,565.46
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ 12,433.51	\$ 13,413.51
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	17,141.31	17,105.52
272	Less: Amortization of Contributions	(7,229.10)	(6,373.40)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 22,345.64	\$ 24,145.13
	TOTAL LIABILITIES	\$ 71,767.60	\$ 71,760.16
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 15,740.00	\$ 15,740.00
211	Paid in Capital in Excess of Par Value	(740.00)	(740.00)
215	Retained Earnings	50,110.75	43,568.44
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 65,110.75	\$ 58,568.44
	TOTAL LIABILITIES AND CAPITAL	\$ 136,878.43	\$ 130,328.60

COMPANY NAME

Allewood Water Co.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 89,636	\$ 93,127
460	Unmetered Water Revenue		
474	Other Water Revenues	1,807	1,931
	TOTAL REVENUES	\$ 91,445	\$ 95,058
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 19,357	\$ 21,015
610	Purchased Water		
615	Purchased Power	10,722	8,932
618	Chemicals		541
620	Repairs and Maintenance	541	3,066
621	Office Supplies and Expense	5,300	3,947
630	Outside Services	6,000	22,911
635	Water Testing	1,846	1,496
641	Rents	4,200	4,200
650	Transportation Expenses		
657	Insurance – General Liability	1,132	1,576
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	506	
675	Miscellaneous Expense	10,000	6,000
403	Depreciation Expense	12,034	13,105
408	Taxes Other Than Income	954	1,846
408.11	Property Taxes	6,324	6,877
409	Income Tax		50
	TOTAL OPERATING EXPENSES	\$ 79,926	\$ 97,212
	OPERATING INCOME/(LOSS)	\$ 11,519	\$ (2,154)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	3,594	
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(3,656)	(3,246)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (64)	\$ (3,246)
	NET INCOME/(LOSS)	\$ 11,455	\$ (5,400)

COMPANY NAME	Alkwood Water Co.
--------------	-------------------

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	10-25-00	10-25-00		
Source of Loan	G. Buschen	V. Buschen		
ACC Decision No.	62451	62451		
Reason for Loan	Purchase Land	Purchase Land		
Dollar Amount Issued	\$ 16,000	\$ 15,000	\$	\$
Amount Outstanding	\$ 14,501	\$ 12,065	\$	\$
Date of Maturity	3-1-2008	3-1-2008		
Interest Rate	10.5	10.5		
Current Year Interest	\$ 1,621.67	\$ 1,356.37	\$	\$
Current Year Principle	\$ 1,713.37	\$ 1,427.63	\$	\$

Meter Deposit Balance at Test Year End

\$ — 0 —

Meter Deposits Refunded During the Test Year

\$ — 0 —

COMPANY NAME Lakewood Water Co.

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-629430	20	250	257	10	4	1972?
55-629431	20	250	254	16	4	1972?

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
N/A			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
N/A		5,000	2

COMPANY NAME

Wilhoop Water Co

WATER COMPANY PLANT DESCRIPTION (CONTINUED)**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	245
3/4	—
1	8
1 1/2	1
2	2
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Well Head CHLORINATION - 2, EA.

STRUCTURES:

OTHER:

COMPANY NAME:

Clements Water Co

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLON PUMPED (Thousands)
JANUARY	281	2745	3417
FEBRUARY	291	2576	3145
MARCH	291	3196	3612
APRIL	292	4440	4902
MAY	296	5164	5742
JUNE	294	5503	6041
JULY	294	4709	5416
AUGUST	294	3909	4772
SEPTEMBER	290	3643	4516
OCTOBER	293	4256	4476
NOVEMBER	291	3423	3080
DECEMBER	291	2760	3523
TOTAL		N/A	53,697

46412

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes☐ No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes☒ NoIf yes, provide the GPCPD amount: NA

What is the level of arsenic for each well on your system.

(If more than one well, please list each separately)

ADWR Ref
*55-629430
0.0069 mg/l
ADWR Ref
*55-629431
0.0074

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Alameda Water Co. YEAR ENDING 12/31/2002

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2002 was: \$ 6,676.77

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME

Lakewood Water Co.

YEAR ENDING 12/31/2002

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

<6,522>
0

State Taxable Income Reported

Estimated or Actual State Tax Liability

<6,522>
50

Amount of Grossed-Up Contributions/Advances:

\$ 620

Amount of Contributions/Advances

Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

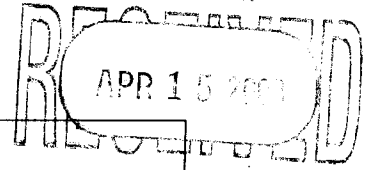
DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	PIMA
NAME (OWNER OR OFFICIAL) TITLE	CHRISTOPHER W. HILL - President
COMPANY NAME	WILLOW WATER CO.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 45056

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 5,323

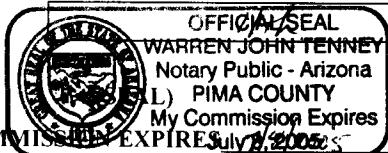
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

MY COMMISSION EXPIRES July 8, 2005

SIGNATURE OF OWNER OR OFFICIAL

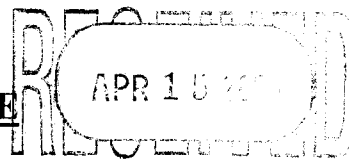
TELEPHONE NUMBER

COUNTY NAME	Pima, Arizona	
MONTH	April	2003

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>PIMA</u>	
NAME (OWNER OR OFFICIAL) <u>CHRISTOPHER W. HILL</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>WILLOW WATERS CO.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2002</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>87,153</u>

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 4,680
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

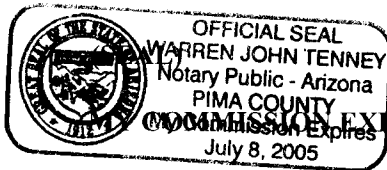
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

<u>11</u>

DAY OF

NOTARY PUBLIC NAME <u>Warren John Tenney</u>	
COUNTY NAME <u>Pima, Arizona</u>	
MONTH <u>April</u>	200 <u>3</u>



X
SIGNATURE OF NOTARY PUBLIC

3

304324320.1, 461B.3, 4330.4, 420C.3

LAKEWOOD WATER CO.

P. O. BOX 733
AMADO, AZ 86545

4359

2/01

Date 3-23-02

91-2295
1221Pay to the
order of

Beth Ford Pima County Treasurer

Three thousand Seventy

\$ 3070.94

94/100

Dollars

Security Features
Included
Details on Back

BANK ONE, ARIZONA, NA

GRANT - SILVERBELL OFFICE (295)
TUCSON, ARIZONA

For

Property Tax

Virginia M Buscher

MP

⑈004359⑈ ⑆122100024⑆

22078175⑈

⑈0000307094⑈

LAKEWOOD WATER CO.

P. O. BOX 733
AMADO, AZ 86545

4511

Date October 2, 2002

91-2295
1221Pay to the
order of

Beth Ford, Pima County Treasurer

Three Thousand Eight Hundred Five + 83/100

\$ 3805.83

Dollars

Security Features
Included
Details on Back

BANK ONE, ARIZONA, NA

GRANT - SILVERBELL OFFICE (295)
TUCSON, ARIZONA

For

1st 2002 Property Taxes

R. W.

MP

⑈004511⑈ ⑆122100024⑆

22078175⑈

⑈0000380583⑈